

The Senate Committee on Finance offered the following substitute to HB 134:

A BILL TO BE ENTITLED
AN ACT

1 To amend Title 33 and Title 48 of the Official Code of Georgia Annotated, relating to
2 insurance and revenue and taxation, respectively, so as to reduce the personal income tax
3 rate; to remove provisions relative to annual reductions of the income tax; to reduce the rates
4 of taxation on corporate and partnership income; to increase the amount of the standard
5 deduction from state taxable income for individuals; to provide a sunset date for all credits
6 against Georgia taxable net income; to repeal the abatement or reduction of gross premium
7 tax levied against insurance companies, the dollar-for-dollar credit against state income tax
8 liability for banks and other financial institutions, credits for manufacturers of medical
9 equipment and supplies, pharmaceuticals, medicine, and personal protective equipment,
10 optional income tax credits for existing manufacturing and telecommunications facilities in
11 tier 3 and 4 counties, credits for alternative fuel, low-emission, and zero-emission vehicles
12 and electric vehicle chargers, businesses headquartered in this state, businesses engaged in
13 manufacturing cigarettes for exportation, business enterprises that purchase or lease a motor
14 vehicle to provide transportation for employees, base year port traffic increases, and
15 teleworking expenses; to modify such credits for low-income housing and qualified
16 investments in a research fund; to repeal the state sales tax and use exemptions for the rental
17 of videotape or motion picture film, the sale of aircraft, watercraft, and motor vehicles under
18 certain circumstances; to repeal such exemptions for the sale to licensed commercial

19 fishermen of bait for taking crabs, printed advertising inserts or supplements, the sale of
 20 machinery or equipment used to reduce air or water pollution, high-technology company
 21 computer equipment sales, data center equipment, sales of machinery, equipment, and
 22 materials used in the construction or operation of certain buildings, the sale of natural or
 23 artificial gas under certain circumstances, and the maintenance, refitting, and repair of any
 24 boat; to allow for the continued use of certificates of exemption issued prior to the date of
 25 repeal as they relate to certain sales and use tax exemptions; to provide for conforming
 26 changes; to provide for related matters; to provide for an effective date and applicability; to
 27 provide a short title; to repeal conflicting laws; and for other purposes.

28 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

29 **PART I**
 30 **SECTION 1-1.**

31 This Act shall be known and may be cited as the "Income Tax Reduction Act of 2026."

32 **PART II**
 33 **SECTION 2-1.**

34 Article 2 of Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to the
 35 imposition, rate, computation, exemptions, and credits relative to income taxes, is amended
 36 by revising subsection (a.1) of Code Section 48-7-20, relating to individual tax rates, credit
 37 for withholding and other payments, and applicability to estates and trusts, as follows:

38 ~~"(a.1)(1) On and after January 1, 2025~~ For taxable years beginning on or after
 39 January 1, 2026, the tax imposed pursuant to subsection (a) of this Code section shall be
 40 ~~5.19~~ 4.99 percent, ~~for taxable years beginning on or after January 1, 2025; provided,~~

41 ~~however, that such rate shall be reduced by 0.10 percent annually beginning on~~
 42 ~~January 1, 2026, until the rate reaches 4.99 percent, provided that such annual reductions~~
 43 ~~in the tax rate shall be subject to delays as provided in paragraph (2) of this subsection.~~

44 ~~(2) Each prospective annual reduction in the tax rate that would otherwise occur as~~
 45 ~~provided in paragraph (1) of this subsection shall be delayed by one year for each year~~
 46 ~~that any of the following are true as of December 1:~~

47 ~~(A) The Governor's revenue estimate for the succeeding fiscal year is not at least 3~~
 48 ~~percent above the Governor's revenue estimate for the present fiscal year;~~

49 ~~(B) The prior fiscal year's net revenue collection was not higher than each of the~~
 50 ~~preceding three fiscal years' net tax revenue collection; or~~

51 ~~(C) The Revenue Shortfall Reserve provided for in Code Section 45-12-93 does not~~
 52 ~~contain a sum that exceeds the amount of the decrease in state revenue projected to~~
 53 ~~occur as a result of the prospective reduction in the tax rates set to occur the following~~
 54 ~~year.~~

55 ~~(3) The Office of Planning and Budget shall make the determinations necessary to~~
 56 ~~implement the provisions of paragraph (2) of this subsection and shall report its~~
 57 ~~determinations by December 1 of each year to the department, the Speaker of the House~~
 58 ~~of Representatives, the President of the Senate, and the chairpersons of the House~~
 59 ~~Appropriations Committee, the House Ways and Means Committee, the Senate~~
 60 ~~Appropriations Committee, and the Senate Finance Committee. This paragraph shall not~~
 61 ~~be applicable after the final reduction to the rate of 4.99 percent occurs."~~

62 **SECTION 2-2.**

63 Said article is further amended by revising subsection (a) and division (b)(7)(C)(ii) of Code
 64 Section 48-7-21, relating to taxation of corporations, as follows:

65 "(a) Every domestic corporation and every foreign corporation shall pay annually an
 66 income tax on equivalent to 4.99 percent of its Georgia taxable net income at the same rate

67 ~~of the tax imposed on individuals under subsection (a.1) of Code Section 48-7-20 for the~~
68 ~~corresponding taxable year.~~ Georgia taxable net income of a corporation shall be the
69 corporation's taxable income from property owned or from business done in this state. A
70 corporation's taxable income from property owned or from business done in this state shall
71 consist of the corporation's taxable income as defined in the Internal Revenue Code
72 of 1986, with the adjustments provided for in subsection (b) of this Code section and
73 allocated and apportioned as provided in Code Section 48-7-31."

74 "(ii) Notwithstanding the provisions of subparagraph (B) of this paragraph, an
75 electing Subchapter 'S' corporation, with respect to a taxable period, shall pay an
76 income tax on equivalent to 4.99 percent of its net income ~~at the same rate of the tax~~
77 ~~imposed on individuals under subsection (a.1) of Code Section 48-7-20 for the~~
78 ~~corresponding taxable year~~ as computed pursuant to this Code section, and allocated
79 and apportioned pursuant to Code Section 48-7-31, for such taxable period, and such
80 shareholders shall not recognize their respective share of the portion of income on
81 which tax was actually paid pursuant to this subparagraph."

82 **SECTION 2-3.**

83 Said article is further amended by revising paragraph (3) of subsection (b) of Code
84 Section 48-7-23, relating to taxation of partnerships, computation of net income,
85 disallowance of charitable contributions, individual liability of partners, individual returns
86 of distributive shares, taxable years, and elections, as follows:

87 "(3) Notwithstanding subsection (a) of this Code section, an electing partnership with
88 respect to a taxable period shall pay an income tax on equivalent to 4.99 percent of its net
89 ~~income at the same rate of the tax imposed on individuals under subsection (a.1) of Code~~
90 ~~Section 48-7-20 for the corresponding taxable year~~ as computed pursuant to this Code
91 ~~Section~~ section, and allocated and apportioned pursuant to Code Section 48-7-31, for

92 such taxable period, and such partners shall not recognize their respective share of the
93 portion of income on which tax was actually paid pursuant to this subsection."

94 **SECTION 2-4.**

95 Said article is further amended by revising the introductory language and paragraph (1) of
96 subsection (a) of Code Section 48-7-27, relating to computation of taxable net income, as
97 follows:

98 "(a) Georgia taxable net income of an individual shall be the taxpayer's federal adjusted
99 gross income, as defined in the ~~United States~~ Internal Revenue Code of 1986, less:

100 (1) At the taxpayer's election, either:

101 (A) The sum of all itemized nonbusiness deductions used in computing such taxpayer's
102 federal taxable income; or

103 (B) A standard deduction in an amount as follows:

104 (i) In the case of a married couple filing a joint return, ~~\$24,000.00~~ \$100,000.00; or

105 (ii) In the case of a single taxpayer, head of household, or married taxpayer filing a
106 separate return, ~~\$12,000.00~~ \$50,000.00;"

107 **PART III**

108 **SECTION 3-1.**

109 Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to general
110 provisions relative to revenue and taxation, is amended by adding a new Code section to read
111 as follows:

112 "48-7-7.

113 Notwithstanding any other provision of this chapter, for each taxable year beginning on or
114 after January 1, 2032, no credit shall be allowed against the Georgia taxable net income of
115 any:

- 116 (1) Corporation, as provided under Code Section 48-7-20;
 117 (2) Fiduciary, as provided under Code Section 48-7-22;
 118 (3) Partnership, as provided under Code Section 48-7-23; or
 119 (4) Individual, as provided under Code Section 48-7-27."

120

SECTION 3-2.

121 Chapter 7A of Title 48 of the Official Code of Georgia Annotated, relating to low-income
 122 tax credit, is amended by revising Code Section 48-7A-1, which is reserved, as follows:

123 "48-7A-1.

124 This chapter shall stand repealed on December 31, 2031 Reserved."

125

PART IV

126

SECTION 4-1.

127 Chapter 1 of Title 33 of the Official Code of Georgia Annotated, relating to general
 128 provisions relative to insurance, is amended by revising Code Section 33-1-18, relating to
 129 housing tax credit for qualified projects and rules and regulations, as follows:

130 "33-1-18.

131 (a) As used in this Code section, the term:

132 (1) 'Affordable housing project' means a qualified low-income housing project as that
 133 term is defined in Section 42 of the Internal Revenue Code of 1986, as amended, that is
 134 located in Georgia.

135 (2) 'Federal housing tax credit' means the federal tax credit as provided in Section 42 of
 136 the Internal Revenue Code of 1986, as amended.

137 ~~(2)~~(3) 'Median income' means those incomes that are determined by the federal
 138 Department of Housing and Urban Development guidelines and adjusted for family size.

139 ~~(3)~~(4) 'Project' means a housing project that has restricted rents that do not exceed 30
140 percent of median income for at least 40 percent of its units occupied by persons or
141 families having incomes of 60 percent or less of the median income or at least 20 percent
142 of the units occupied by persons or families having incomes of 50 percent or less of the
143 median income.

144 ~~(4)~~(5) 'Qualified basis' means that portion of the tax basis of a ~~qualified Georgia~~ an
145 affordable housing project eligible for the federal housing tax credit, as that term is
146 defined in Section 42 of the Internal Revenue Code of 1986, as amended.

147 ~~(5)~~ 'Qualified Georgia project' means a ~~qualified low-income building as that term is~~
148 ~~defined in Section 42 of the Internal Revenue Code of 1986, as amended, that is located~~
149 ~~in Georgia.~~

150 (b)(1) A tax credit against the taxes imposed under Code Sections 33-5-31, 33-8-4,
151 and 33-40-5, to be termed the Georgia affordable housing tax credit, shall be allowed
152 with respect to each ~~qualified Georgia~~ affordable housing project placed in service after
153 January 1, 2001. The amount of For initial applications received by the Department of
154 Community Affairs prior to January 1, 2027, the amount of such credit shall not exceed
155 an amount equal to the federal housing tax credit allowed for each affordable housing
156 project. For initial applications received by the Department of Community Affairs on or
157 after January 1, 2027, no such credit shall, when combined with the total amount of credit
158 authorized under Code Section 48-7-29.6, ~~in no event~~ exceed an amount equal to 50
159 percent of the federal housing tax credit allowed with respect to such ~~qualified Georgia~~
160 affordable housing project.

161 (2)(A) If under Section 42 of the Internal Revenue Code of 1986, as amended, a
162 portion of any federal housing tax credit taken on a project is required to be recaptured
163 as a result of a reduction in the qualified basis of such project, the taxpayer claiming
164 any state tax credit with respect to such project shall also be required to recapture a
165 portion of any state tax credit authorized by this Code section. The state recapture

166 amount shall be equal to the proportion of the state tax credit claimed by the taxpayer
167 that equals the proportion the federal recapture amount bears to the original federal
168 housing tax credit amount subject to recapture. The tax credit under this Code section
169 shall not be subject to recapture if such recapture is due solely to the sale or transfer of
170 any direct or indirect interest in such ~~qualified Georgia~~ affordable housing project.

171 (B) In the event that recapture of any Georgia affordable housing tax credit is required,
172 any amended return submitted to the Commissioner as provided in this Code section
173 shall include the proportion of the state tax credit required to be recaptured, the identity
174 of each taxpayer subject to the recapture, and the amount of tax credit previously
175 allocated to such taxpayer.

176 (3) In no event shall the total amount of the tax credit under this Code section for a
177 taxable year exceed the taxpayer's tax liability under Code Sections 33-5-31, 33-8-4,
178 and 33-40-5. Any unused tax credit shall be allowed to be carried forward to apply to the
179 taxpayer's next three succeeding years' tax liability. No such tax credit shall be allowed
180 the taxpayer against prior years' tax liability.

181 (4) The tax credit allowed under this Code section; and any recaptured tax credit; shall
182 be allocated among some or all of the partners, members, or shareholders of the entity
183 owning the project in any manner agreed to by such persons, whether or not such persons
184 are allocated or allowed any portion of the federal housing tax credit with respect to the
185 project.

186 (c)(1) Except for confidential taxpayer information pursuant to Title 48, all affordable
187 housing project records associated with this Code section shall be subject to Article 4 of
188 Chapter 18 of Title 50, relating to open records.

189 (2) The commissioner and the state department designated by the Governor as the state
190 housing credit agency for purposes of Section 42(h) of the Internal Revenue Code of
191 1986, as amended, shall each be authorized to promulgate any rules and regulations
192 necessary to implement and administer this Code section."

193

SECTION 4-2.

194 Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to income taxes,
195 is amended by revising Code Section 48-7-29.6, relating to tax credits for qualified
196 low-income buildings, as follows:

197 "48-7-29.6.

198 (a) As used in this Code section, the term:

199 (1) 'Affordable housing project' means a qualified low-income housing project as that
200 term is defined in Section 42 of the Internal Revenue Code of 1986, as amended, that is
201 located in Georgia.

202 (2) 'Federal housing tax credit' means the federal tax credit as provided in Section 42 of
203 the Internal Revenue Code of 1986, as amended.

204 ~~(2)~~(3) 'Median income' means those incomes that are determined by the federal
205 Department of Housing and Urban Development guidelines and adjusted for family size.

206 ~~(3)~~(4) 'Project' means a housing project that has restricted rents that do not exceed 30
207 percent of median income for at least 40 percent of its units occupied by persons or
208 families having incomes of 60 percent or less of the median income, or at least 20 percent
209 of the units occupied by persons or families having incomes of 50 percent or less of the
210 median income.

211 ~~(4)~~(5) 'Qualified basis' means that portion of the tax basis of a ~~qualified Georgia an~~
212 affordable housing project eligible for the federal housing tax credit, as that term is
213 defined in Section 42 of the Internal Revenue Code of 1986, as amended.

214 ~~(5)~~ 'Qualified Georgia project' means a ~~qualified low-income building as that term is~~
215 ~~defined in Section 42 of the Internal Revenue Code of 1986, as amended, that is located~~
216 ~~in Georgia.~~

217 (b)(1) A state tax credit against the tax imposed by this article, to be termed the Georgia
218 affordable housing tax credit, shall be allowed with respect to each ~~qualified Georgia~~
219 affordable housing project placed in service after January 1, 2001. ~~The amount of For~~

220 initial applications received by the Department of Community Affairs prior to
221 January 1, 2027, the amount of such credit shall not exceed an amount equal to the
222 federal housing tax credit allowed for each affordable housing project. For initial
223 applications received by the Department of Community Affairs on or after January 1,
224 2027, no such credit shall, when combined with the total amount of credits authorized
225 under Code Section 33-1-18, ~~in no event~~ exceed an amount equal to 50 percent of the
226 federal housing tax credit allowed with respect to such ~~qualified Georgia~~ affordable
227 housing project.

228 (2)(A) If under Section 42 of the Internal Revenue Code of 1986, as amended, a
229 portion of any federal housing tax credit taken on a project is required to be recaptured
230 as a result of a reduction in the qualified basis of such project, the taxpayer claiming
231 any state tax credit with respect to such project shall also be required to recapture a
232 portion of any state tax credit authorized by this Code section. The state recapture
233 amount shall be equal to the proportion of the state tax credit claimed by the taxpayer
234 that equals the proportion the federal recapture amount bears to the original federal
235 housing tax credit amount subject to recapture. The tax credit under this Code section
236 shall not be subject to recapture if such recapture is due solely to the sale or transfer of
237 any direct or indirect interest in such ~~qualified Georgia~~ affordable housing project.

238 (B) In the event that recapture of any Georgia affordable housing tax credit is required,
239 any amended return submitted to the commissioner as provided in this Code section
240 shall include the proportion of the state tax credit required to be recaptured, the identity
241 of each taxpayer subject to the recapture, and the amount of tax credit previously
242 allocated to such taxpayer.

243 (3) In no event shall the total amount of the tax credit under this Code section for a
244 taxable year exceed the taxpayer's income tax liability. Any unused tax credit shall be
245 allowed to be carried forward to apply to the taxpayer's next three succeeding years' tax
246 liability. No such tax credit shall be allowed the taxpayer against prior years' tax liability.

247 (4) The tax credit allowed under this Code section, and any recaptured tax credit, shall
248 be allocated among some or all of the partners, members, or shareholders of the entity
249 owning the project in any manner agreed to by such persons, whether or not such persons
250 are allocated or allowed any portion of the federal housing tax credit with respect to the
251 project.

252 (c)(1) Except for confidential taxpayer information pursuant to this title, all affordable
253 housing project records associated with this Code section shall be subject to Article 4 of
254 Chapter 18 of Title 50, relating to open records.

255 (2) The commissioner and the state department designated by the Governor as the state
256 housing credit agency for purposes of Section 42(h) of the Internal Revenue Code of
257 1986, as amended, shall each be authorized to promulgate any rules and regulations
258 necessary to implement and administer this Code section."

259 **PART V**

260 **SECTION 5-1.**

261 Chapter 1 of Title 33 of the Official Code of Georgia Annotated, relating to general
262 provisions relative to insurance, is amended in Code Section 33-1-25, the "Georgia
263 Agribusiness and Rural Jobs Act," by adding a new subsection to read as follows:

264 "(1) This Code section shall stand repealed on December 31, 2031."

265 **SECTION 5-2.**

266 Chapter 8 of Title 33 of the Official Code of Georgia Annotated, relating to fees and taxes
267 relative to insurance, is amended by repealing Code Section 33-8-4.1, relating to state
268 insurance premiums tax credits for insurance companies located in certain counties
269 designated as less developed areas and authority of commissioner of community affairs and
270 Commissioner.

271 **SECTION 5-3.**

272 Said chapter is further amended by repealing Code Section 33-8-4.2, relating to assignment,
273 carryover, and liability regarding tax credits.

274 **SECTION 5-4.**

275 Said chapter is further amended by repealing and reserving Code Section 33-8-5, relating to
276 abatement or reduction of tax on insurance premiums.

277 **SECTION 5-5.**

278 Said chapter is further amended by repealing subsections (e) and (f) of Code Section 33-8-8,
279 relating to preemption of taxation of insurance companies by state, exceptions, and collection
280 of license fees by municipal corporations.

281 **SECTION 5-6.**

282 Said chapter is further amended by revising paragraph (1) of subsection (b) of Code
283 Section 33-8-8.1, relating to county and municipal corporation taxes on life insurance
284 companies, as follows:

285 "(1) There is imposed a county tax for county purposes on each life insurance company
286 doing business within the state, which tax shall be based solely upon gross direct
287 premiums, as defined in Code Section 33-8-4, which are received during the preceding
288 calendar year from policies insuring persons residing within the unincorporated area of
289 the counties pursuant to the provisions of this Code section. The rate of such tax shall be
290 1 percent of such premiums, ~~except that such tax shall not apply to the gross direct~~
291 ~~premiums of an insurance company which qualifies, pursuant to Code Section 33-8-5, for~~
292 ~~the reduction to one-half of 1 percent of the state tax imposed by Code Section 33-8-4.~~
293 The tax imposed by this Code section shall not apply to annuity considerations; and"

294

SECTION 5-7.

295 Chapter 38 of Title 33 of the Official Code of Georgia Annotated, relating to the Georgia
296 Life and Health Insurance Guaranty Association, is amended by repealing Code Section
297 33-38-22, relating to premium tax liability offsets and refunds offset against taxes.

298

SECTION 5-8.

299 Chapter 6 of Title 48 of the Official Code of Georgia Annotated, relating to taxation of
300 intangibles, is amended by repealing and reserving subsection (e) of Code Section 48-6-93,
301 relating to local business license tax on depository financial institutions, tax rate based on
302 Georgia gross receipts, return required, and credits.

303

SECTION 5-9.

304 Said chapter is further amended by repealing subsection (e) of Code Section 48-6-95, relating
305 to special state occupation tax on depository financial institutions, tax rate based on Georgia
306 gross receipts, return required, annual reports, and credits.

307

SECTION 5-10.

308 Chapter 7 of Title 48 of the Official Code of Georgia Annotated, relating to income taxes,
309 is amended by repealing and reserving Code Section 48-7-29.7, relating to tax credits for
310 depository financial institutions.

311

SECTION 5-11.

312 Said chapter is further amended by repealing and reserving Code Section 48-7-29.11, relating
313 to tax credits for eligible teleworking expenses.

314 **SECTION 5-12.**

315 Said chapter is further amended by repealing Code Section 48-7-40.1A, relating to tax credits
316 for personal protective equipment manufacturers.

317 **SECTION 5-13.**

318 Said chapter is further amended by repealing Code Section 48-7-40.1B, relating to tax credits
319 for manufacturers of medical equipment and supplies, pharmaceuticals, and medicine.

320 **SECTION 5-14.**

321 Said chapter is further amended by repealing and reserving Code Section 48-7-40.9, relating
322 to optional tax credits for existing manufacturing and telecommunications facilities or
323 manufacturing and telecommunications support facilities in tier 3 or 4 counties.

324 **SECTION 5-15.**

325 Said chapter is further amended by repealing and reserving Code Section 48-7-40.15, relating
326 to tax credits for base year port traffic increases.

327 **SECTION 5-16.**

328 Said chapter is further amended by repealing Code Section 48-7-40.15A, relating to tax
329 credit for employer with base year port traffic increases.

330 **SECTION 5-17.**

331 Said chapter is further amended by repealing and reserving Code Section 48-7-40.16, relating
332 to tax credits for alternative fuel, low-emission, and zero-emission vehicles and electric
333 vehicle chargers.

334 **SECTION 5-18.**

335 Said chapter is further amended by repealing and reserving Code Section 48-7-40.18, relating
336 to tax credits for businesses headquartered in state and full-time jobs.

337 **SECTION 5-19.**

338 Said chapter is further amended by repealing and reserving Code Section 48-7-40.20, relating
339 to tax credits for businesses engaged in manufacturing cigarettes for exportation.

340 **SECTION 5-20.**

341 Said chapter is further amended by repealing and reserving Code Section 48-7-40.22, relating
342 to tax credits for business enterprises that purchase or lease a motor vehicle to provide
343 transportation for employees.

344 **SECTION 5-21.**

345 Said chapter is further amended by revising paragraph (1) of subsection (a) of Code Section
346 48-7-40.27, relating to tax credits for qualified investments in a research fund, as follows:

347 "(1) 'Credit' means a state income tax credit against the tax imposed pursuant to this
348 article in an amount equal to ~~25~~ 12.5 percent of the taxpayer's qualified investment."

349 **SECTION 5-22.**

350 Chapter 8 of Title 48 of the Official Code of Georgia Annotated, relating to general
351 provisions relative to state sales and use taxes, is amended by repealing and reserving
352 paragraphs (24), (32), (44), (48), (61), (69), and (70), repealing paragraph (33.1), and
353 repealing and reenacting paragraphs (36), (68), and (68.1) of Code Section 48-8-3, relating
354 to exemptions relative to state sales and use taxes, to read as follows:

355 "(36) After the effective date of this Act, no new certificates of exemption from sales and
356 use tax for the sale of machinery and equipment or repair, replacement, or component

357 parts for such machinery and equipment which is used for the primary purpose of
358 reducing or eliminating air or water pollution shall be issued pursuant to the former
359 provisions of this paragraph as they existed prior to the effective date of this Act;
360 provided, however, that any certificate of exemption issued prior to the effective date of
361 this Act shall continue to be governed by the provisions of this paragraph as it existed
362 immediately prior to the effective date of this Act;"

363 "(68) After the effective date of this Act, no new certificates of exemption from sales and
364 use tax to a high-technology company shall be issued pursuant to the former provisions
365 of this paragraph as they existed prior to the effective date of this Act; provided, however,
366 that any certificate of exemption issued prior to the effective date of this Act shall
367 continue to be governed by the provisions of this paragraph as it existed immediately
368 prior to the effective date of this Act;

369 (68.1) After the effective date of this Act, no new certificates of exemption from sales
370 and use tax to a high-technology data center or a high-technology data center customer
371 shall be issued pursuant to the former provisions of this paragraph as they existed prior
372 to the effective date of this Act; provided, however, that any certificate of exemption
373 issued prior to the effective date of this Act shall continue to be governed by the
374 provisions of this paragraph as it existed immediately prior to the effective date of this
375 Act;"

376 **SECTION 5-23.**

377 Said chapter is further amended by repealing and reserving Code Section 48-8-3.4, relating
378 to maximum amount of sales and use tax imposed and collected on the maintenance,
379 refitting, and repair of any single boat.

380

PART VI

381

SECTION 6-1.

382 (a) Except as otherwise provided in subsection (b) of this section, this Act shall become
383 effective on January 1, 2027, and shall be applicable to taxable years beginning on or after
384 January 1, 2027.

385 (b) Except for Section 2-4, which shall be effective and applicable as provided in
386 subsection (a) of this section, Part II of this Act shall become effective on July 1, 2026, and
387 shall be applicable to all taxable years beginning on or after January 1, 2026.

388

SECTION 6-2.

389 All laws and parts of laws in conflict with this Act are repealed.